District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

| Incident ID | NAPP2229739197 |
|----------------|----------------|
| District RP | |
| Facility ID | |
| Application ID | |

Release Notification

| | | | Res | ponsi | ible Part | ty |
|---|-----------------------|--|--|-------------------------|--------------------------------|--|
| Responsible | Party Spur | Energy Partners | | | OGRID 3 | 228947 |
| Contact Nan | ne Braidy M | loulder | | | Contact Telephone 713-264-2517 | |
| Contact ema | il <u>bmoulder</u> | @spurepllc.com | | | Incident # | |
| Contact mail Houston, TX | ling address 77002 | 919 Milam Street | Suite 2475 | | | |
| | | | Location | of R | telease S | ource |
| | | | Latitude 32.6839 (NAD 83 in de | | Longiti egrees to 5 decin | ude -104.4120317 |
| Site Name Patton 5 Fee #8H Site T | | | Site Type | Production | | |
| Date Release | Discovered | 10/22/22 | | | API# 30-0 | 15-39641 |
| Unit Letter | Section | Township | Range | | Cour | -t |
| M | 05 | 19S | 26E | Eddy | County | |
| | Material | Federal Tr | Nature and | d Vol | lume of I | Release justification for the volumes provided below) |
| Crude Oil | | Volume Released | d 5 (bbls) | | | Volume Recovered 5 (bbls) |
| □ Produced | Water | Volume Released | , | | | Volume Recovered 14 (bbls) |
| | | Is the concentration produced water > | ion of dissolved c >10,000 mg/l? | hloride | in the | ☐ Yes ☐ No |
| ☐ Condensat | te | Volume Released | | | | Volume Recovered (bbls) |
| Natural Gas Volume Released (Mcf) | | | | Volume Recovered (Mcf) | | |
| Other (describe) Volume/Weight Released | | | | Volume/Weight Recovered | | |
| Cause of Rele | ase | | | | | |
| At the battery estimated 20 l | coming into | o the heater treater, oil and PW, along | , a hole developed with rainwater. Al | l before Il fluids | the dump o | on the two phase separator due to internal corrosion. An de the lined containment. The wells were shut down to |

isolate the line in order for repairs to be made.

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NAPP2229739197

Oi

| State of New Mexico | |
|---|----------------|
| tate of New Mexico Conservation Division | Incident ID |
| ii Conservation Division | District RP |
| | Facility ID |
| | Application ID |

| Was this a major release as defined by 19.15.29.7(A) NMAC? | If YES, for what reason(s) does the resp | consible party consider this a major release? |
|--|--|--|
| ☐ Yes ⊠ No | | |
| | | |
| | | |
| If YES, was immediate no | otice given to the OCD? By whom? To v | whom? When and by what means (phone, email, etc)? |
| | | |
| | T242 I T | |
| | | Response |
| The responsible p | arty must undertake the following actions immediat | ely unless they could create a safety hazard that would result in injury |
| The source of the rele | ase has been stopped. | |
| ☐ The impacted area has | s been secured to protect human health and | d the environment. |
| | | dikes, absorbent pads, or other containment devices. |
| All free liquids and red | coverable materials have been removed ar | nd managed appropriately. |
| If all the actions described | above have not been undertaken, explain | why: |
| | | |
| | | |
| | | |
| | | |
| Per 19.15.29.8 B. (4) NMA | AC the responsible party may commone | remediation immediately after discovery of a release. If remediation |
| mas objuit, picase attach a | narrative of actions to date. If remedial | efforts have been successfully completed or if the release occurred please attach all information needed for closure evaluation. |
| I hereby certify that the information regulations all operators are re | nation given above is true and complete to the | best of my knowledge and understand that pursuant to OCD rules and |
| Part of the children | one incacconance of a C=141 report by the C | OCD does not relieve the operator of liability should their operations have eat to groundwater, surface water, human health or the environment. In |
| addition, OCD acceptance of a and/or regulations. | a C-141 report does not relieve the operator of | responsibility for compliance with any other federal, state, or local laws |
| or regulations. | | |
| Printed Name: Braidy Mou | lder | Title: HSE Manager |
| Signature: | | Date: |
| email: <u>bmoulder@spurener</u> | gy.com | Telephone: 713-264-2517 |
| OCD Only | | |
| Jocelyn | Harimon | 11/09/2022 |
| Received by: | | Date: |
| | | |

| Spill Volume(Bbls) Calculator | | | | |
|----------------------------------|-----------------------------|-------------------|--|--|
| Inputs in Green , Outputs in Red | | | | |
| Length(Ft) | Width(Ft) | Depth(In) | | |
| <u>30.000</u> | <u>22.000</u> | <u>4.000</u> | | |
| Cubic Fo | eet Impacted | <u>220.000</u> | | |
| В | arrels | <u>39.18</u> | | |
| Sc | oil Type | Lined Containment | | |
| Bbls Assuming 100% Saturation | | <u>39.18</u> | | |
| Saturation | Fluid present when squeezed | | | |
| Estimated Barrels Released | | 19.60000 | | |

Instructions

- 1.Input spill measurements below. Length and width need to be input in feet and depth in inches.
- 2. Select a soil type from the drop down menu.
- 3. Select a saturation level from the drop down menu.

(For data gathering instructions see appendix tab)

| <u>Measurements</u> | | |
|---------------------|-----|--|
| | | |
| Length (ft) | 200 | |
| Width (ft) | 120 | |
| Depth (in) | 6 | |

Lined Containment
Clay
Clay/Sand
Sand
Pea Gravel
Fluid present with shovel/backhoe
Fluid present when squeezed
Damp no fluid when squeezed

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 157417

CONDITIONS

| Operator: | OGRID: |
|--|---|
| Spur Energy Partners LLC | 328947 |
| 9655 Katy Freeway Houston, TX 77024 | Action Number: 157417 |
| | Action Type: [C-141] Release Corrective Action (C-141) |

CONDITIONS

| Created By | Condition | Condition Date |
|------------|---|-------------------|
| jharimon | When submitting future reports regarding this release, please submit the calculations used or specific justification for the volumes reported on the initial C- | 11/9/2022 |